

Dear Madam Speaker:

Pursuant to Section 36(c) and 36(d) of the Arms Export Control Act, I am transmitting, herewith, certification of a proposed manufacturing license agreement for the export of defense articles, including technical data, and defense services in the amount of \$100,000,000 or more, and for the manufacture of significant military equipment abroad.

The transaction contained in the attached certification involves the export of defense articles, including technical data, and defense services to support the manufacture of Mk 46 Torpedo assemblies and components in Japan.

The United States Government is prepared to license the export of these items having taken into account political, military, economic, human rights, and arms control considerations.

More detailed information is contained in the formal certification which, though unclassified, contains business information submitted to the Department of State by the applicant, publication of which could cause competitive harm to the United States firm concerned.

Sincerely,

Richard R. Verma
Assistant Secretary
Legislative Affairs

Enclosure:

Transmittal No. DDTC 049-09

The Honorable
Nancy Pelosi,
Speaker of the House of Representatives.

DEPARTMENT OF STATE
TRANSMITTAL NO. DDTC 049-09
CERTIFICATION OF PROPOSED ISSUANCE OF AN EXPORT
LICENSE PURSUANT TO SECTION 36(c) & 36(d)
OF THE ARMS EXPORT CONTROL ACT

(1) Foreign Country or International Organization to Which Export Will Be Made:
Japan

(2) Dollar Value of the Items to be Exported:

(a) Current Notification Value: 70,000,000

(b) Total Value: \$125,000,000

(3) Description of the Transaction:

(a) Current Notification Scope: Raytheon proposes an amendment to its manufacturing license agreement with Mitsubishi Heavy Industries Ltd., Mitsubishi Corporation, Mitsubishi International Corporation, and Raytheon International Inc.

This agreement is for the transfer of defense articles, including technical data, and defense services for the manufacture of the Mk 46 Torpedo assemblies and components in Japan.

(b) Total Scope: This program was formerly notified to Congress pursuant to 36(d) under DTC 249-02 in 2002 for a value of \$55,000,000. The Department is notifying this amendment to the manufacturing license agreement for a second time under 36(d) because the amendment adds the following foreign signatories: NEC Network Sensor; Nippon Signal Corporation; Shimadzu Corporation; GS Yuasa Technology Ltd.; and MHI Oceanics Co. The notification under 36(c) is occurring due to the increase in value.

(4) Offset Arrangement: There are no offset arrangements associated with this program.

(5) Authorized Sales Territory:
Japan

(6) Date Certification Delivered to Congress:

NOTE: This report, although unclassified, is derived from information submitted to the Department of State by the applicant, which is subject to the confidentiality requirements of section 38(e) of the Arms Export Control Act. Disclosure of an applicant's prices and customers could result in competitive injury